

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, OCTOBER 6, 2009**, upon the application of **KEY OPERATING & PRODUCTION, LLC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **9,500' Zone, Reservoir A**, in the Iowa Field, Calcasieu Parish, Louisiana.

1. To establish rules and regulations and to create a single drilling and production unit for the exploration for and production of gas and condensate from the 9,500' Zone, Reservoir A.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created with each tract sharing in unit production on a surface acreage basis of participation.
3. To designate Key Operating & Production, LLC as operator of the proposed 9500 RA SUA.
4. To designate the Derouen No. 1 Well as the proposed unit well.
5. To provide that any wells drilled to the above mentioned zone should be located in accordance with the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
6. To allow the Commissioner of Conservation to reclassify the reservoir by Supplemental Order without the necessity of a public hearing, should the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
7. To consider such other matters as may be pertinent.

The 9,500' Zone, Reservoir A is hereby defined as being that gas and condensate bearing zone encountered between the electric log measured depths of 9,518' and 9,628' (tvd of 9,511' and 9,621') in the Key Operating (Hilliard Petroleum)-Derouen No. 1 Well, located in Section 24, Township 9 South, Range 7 West.

A plat is available for inspection in the Office of Conservation in **Baton Rouge and Lafayette**, Louisiana.

<http://dnr.louisiana.gov/conshearings>.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

Baton Rouge, LA

8/27/09;9/1/09

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.